



A PROFESSIONAL  
LAW CORPORATION

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Michael J. Malmquist

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September 23, 2002

**RECEIVED**

SEP 23 2002

**DIVISION OF  
OIL, GAS AND MINING**

**BY HAND DELIVERY**

Mary Ann Wright  
Associate Director, Mining  
Division of Oil, Gas and Mining  
1594 West North Temple, Suite 1210  
Salt Lake City, Utah 84114

**Re: Transfer of Notice of Intention M/045/008 from Magcorp to US Magnesium**

Dear Mary Ann:

On behalf of US Magnesium LLC ("US Magnesium"), enclosed are the executed originals of the transfer application (Form MR-TRL) and the accompanying reclamation contract (Form MR-RC) for the Stansbury Basin/Rowley Project (M/045/008), in connection with the transfer of the notice of intention for the Project from Magnesium Corporation of America to US Magnesium. The reclamation contract includes as surety a letter of credit issued by Wachovia Bank, N.A. (LC in the amount of \$349,866.

As you know, the Division has pre-reviewed drafts of these documents and has tentatively approved the form and amount of the surety, and the transfer application and reclamation contract (subject to certain revisions to the reclamation maps which we understand the Division will specify in its approval document). Upon issuing final approval, we ask that you provide US Magnesium with copies of the executed Division signature pages for the transfer application and the reclamation contract, for inclusion in their files.

We appreciate the efforts by you and your staff in this matter. If you have any questions, please give me a call at (801) 536-6658.

Sincerely yours,

Michael J. Malmquist

Enclosures

cc: Mike Legge  
Lee Brown  
Tom Tripp

**100445**